AMENDMENTS TO THE CLAIMS

- 1. (Previously presented) A bovine whose genome comprises a non-naturally occurring mutation in one or both alleles of an endogenous prion nucleic acid, wherein said bovine exhibits reduced functional prion production.
 - 2-3. (Cancelled).
 - 4. (Original) The bovine of claim 1, wherein said mutation is hemizygous.
- 5. (Previously presented) The bovine of claim 1, wherein said mutation is homozygous and said bovine exhibits no functional prion production.
- 6. (Original) The bovine of claim 1, wherein said mutation comprises an insertion of a positive selection marker into a prion nucleic acid.
- 7. (Original) The bovine of claim 1, wherein said mutation comprises an insertion of a STOP codon into a prion nucleic acid.
- 8. (Original) The bovine of claim 1, wherein said mutation comprises a deletion of one or more nucleotides in a prion nucleic acid.
- 9. (Withdrawn) The bovine of claim 1, comprising one or more nucleic acids comprising one or more transgenes and expressing an mRNA or protein encoded by said transgene(s).
- 10. (Withdrawn) The bovine of claim 1, comprising one or more nucleic acids comprising all or part of a xenogenous immunoglobulin (Ig) gene which undergoes rearrangement and expresses more than one xenogenous Ig molecule.

- 11. (Withdrawn) The bovine of claim 10, comprising one or more nucleic acids encoding a xenogenous antibody.
- 12. (Withdrawn) The bovine of claim 11, wherein said xenogenous antibody is a human antibody.
- 13. (Withdrawn) The bovine of claim 12, wherein said antibody is expressed in serum and/or milk.
- 14. (Withdrawn) The bovine of claim 1, comprising a mutation that reduces the expression of an endogenous antibody.
- 15. (Withdrawn) The bovine of claim 14, wherein said mutation reduces the expression of functional IgM heavy chain.
- 16. (Withdrawn) The bovine of claim 15, wherein said mutation substantially eliminates the expression of functional IgM heavy chain.
- 17. (Withdrawn) The bovine of claim 14, wherein said mutation reduces the expression of functional Ig light chain.
- 18. (Withdrawn) The bovine of claim 17, wherein said mutation substantially eliminates the expression of functional Ig light chain.
- 19. (Withdrawn) The bovine of claim 14, wherein said mutation reduces the expression of functional IgM heavy chain and functional Ig light chain.

- 20. (Withdrawn) The bovine of claim 19, wherein said mutation substantially eliminates the expression of functional IgM heavy chain and functional Ig light chain.
- 21. (Withdrawn) The bovine of claim 1, comprising a mutation in one or both alleles of an endogenous nucleic acid encoding alpha-(1,3)-galactosyltransferase.
- 22. (Withdrawn) The bovine of claim 1, comprising a mutation in one or both alleles of an endogenous nucleic acid encoding J chain.
- 23. (Withdrawn) The bovine of claim 1, comprising a nucleic acid encoding an exogenous J chain.
 - 24. (Withdrawn) The bovine of claim 23, wherein said J chain is a human J chain.
- 25. (Currently amended) An isolated bovine cell comprising a non-naturally occurring mutation in one or both alleles of an endogenous prion nucleic acid, wherein said bovine cell exhibits reduced functional prion production.
 - 26-27. (Cancelled).
 - 28. (Original) The cell of claim 25, wherein said mutation is hemizygous.
- 29. (Previously Presented) The cell of claim 25, wherein said mutation is homozygous and said bovine cell exhibits no functional prion production.
 - 30. (Original) The cell of claim 25, wherein said cell is a fetal fibroblast.
 - 31. (Original) The cell of claim 25, wherein said cell is a B-cell.

- 32. (Previously presented) A method for producing an isolated transgenic bovine cell having reduced expression of functional prion protein, comprising
- (a) introducing a first prion gene targeting vector into a bovine cell under conditions that allow homologous recombination between said first vector and a first allele of an endogenous prion nucleic acid in said cell, thereby introducing a hemizygous mutation in said cell;
 - (b) isolating said bovine cell containing hemizygous mutation; and
- (c) introducing a second prion gene targeting vector having a different selectable marker than said first vector into said bovine cell of step (b) under conditions that allow homologous recombination between said second vector and a second allele of an endogenous prion nucleic acid in said cell, thereby introducing a homozygous mutation in said bovine cell.
 - 33-34. (Cancelled).
 - 35. (Original) The method of claim 32, wherein said cell is a bovine fibroblast.
- 36. (Original) The method of claim 35, wherein said cell is a bovine fetal fibroblast.
- 37. (Previously presented) A method for producing a transgenic bovine having reduced expression of functional prion protein, said method comprising the steps of:
- (a) inserting a diploid permeabilized cell into an enucleated metaphase II oocyte, wherein said cell comprises a first non-naturally occurring mutation in an endogenous prion nucleic acid; and
- (b) transferring said oocyte or an embryo formed from said oocyte into the uterus of a host bovine under conditions that allow said oocyte or said embryo to develop into a

fetus, wherein the genome of said fetus comprises said non-naturally occurring mutation in said endogenous prion nucleic acid and wherein said fetus exhibits reduced functional prion production.

- 38. (Original) The method of claim 37, wherein said fetus develops into a viable offspring.
 - 39. (Cancelled).